



Current report no 45/2008
dated 03 June 2008

SIGNING OF THE PLEDGE AGREEMENTS TO SECURE A USD 52 MILLION LONG TERM FACILITY

The Board of Directors of Kernel Holding S.A. would like to inform that on 2 June and 3 June 2008 the agreements in respect of pledge of a moveable property and equipment and mortgage agreement were signed between a European bank and LLC "Bandursky elevator". LLC "Bandursky elevator" is a Ukrainian subsidiary of Kernel Holding S.A. and the owner of the new multi-seed plant which Kernel Group is presently building. The agreements are part of the security package of a USD 52 million 7-years facility obtained by the Group in order to finance the construction.

Legal grounds: Art. 56.1.1 of the Act of 29 July 2005 on the public offering, conditions governing the introduction of financial instruments to organised trading system and on public companies.

Signatures of individuals authorised to represent the Company:

Andrey Verevskyy

Patrick Conrad